Charity registration number 1204896 (England and Wales)

THE IAN AND BARBARA MCFARLANE FOUNDATION

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2026

THE IAN AND BARBARA MCFARLANE FOUNDATION

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr D McFarlane	
	Mrs LA McFarlane	
	Miss R McFarlane	
	Mr P Johnson	
	Mr S McFarlane	(Appointed 2 February 2026)
Charity registration	England and Wales	1204896

THE IAN AND BARBARA MCFARLANE FOUNDATION

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THE IAN AND BARBARA MCFARLANE FOUNDATION

TRUSTEES' REPORT

FOR THE YEAR ENDED 5 APRIL 2026

The trustees present their annual report and financial statements for the year ended 5 April 2026.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019).

Objectives and activities

The charity's objectives are to advance the education of the public on the subject of medical sciences in such ways as the charity trustees think fit, including by awarding grants to organisations and awarding scholarships, maintenance allowances or grants tenable at any university, college or institution of higher or further education to individuals or organisations.

Public benefit

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

Significant activities and achievements against objectives

During the year to 5th April 2026, the charity provided a grant to one institution of £9,277, in line with its charitable objectives.

Financial review

Reserves policy

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month’s expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity’s current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Structure, governance and management

The charity is a Charitable Incorporated Organisation.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr D McFarlane
Mrs LA McFarlane
Miss R McFarlane
Mr P Johnson
Mr S McFarlane (Appointed 2 February 2026)

Recruitment and appointment of trustees Trustees are appointed by existing trustees.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 5 APRIL 2026

The trustees' report was approved by the Board of Trustees.

Mr D McFarlane
Trustee

22 June 2026

THE IAN AND BARBARA MCFARLANE FOUNDATION

CHARTERED ACCOUNTANTS' REPORT TO THE TRUSTEES ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF THE IAN AND BARBARA MCFARLANE FOUNDATION FOR THE YEAR ENDED 5 APRIL 2026

In order to assist you to fulfil your duties under the Charities Act 2011, we have prepared for your approval the financial statements of The Ian and Barbara McFarlane Foundation for the year ended 5 April 2026, which comprise the statement of financial activities and the related notes from the charity's accounting records and from information and explanations you have given us.

As a practising member firm of the Institute of Chartered Accountants in England and Wales, we are subject to its ethical and other professional requirements which are detailed at https://www.icaew.com/regulation.

This report is made to the charity's trustees, as a body, in accordance with the terms of our engagement letter dated 29 January 2025. Our work has been undertaken solely to prepare for your approval the financial statements of The Ian and Barbara McFarlane Foundation and state those matters that we have agreed to state to the charity's trustees, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than The Ian and Barbara McFarlane Foundation and the charity's trustees as a body, for our work or for this report.

It is your duty to ensure that The Ian and Barbara McFarlane Foundation has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and surplus of The Ian and Barbara McFarlane Foundation. You consider that The Ian and Barbara McFarlane Foundation is exempt from the statutory audit requirement for the year, and is not required to obtain an independent examiner's report.

We have not been instructed to carry out an audit or a review of the financial statements of The Ian and Barbara McFarlane Foundation. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory financial statements.

Chartered Accountants
22 June 2026

STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)

FOR THE YEAR ENDED 5 APRIL 2026

	Unrestricted funds	Unrestricted funds

THE IAN AND BARBARA MCFARLANE FOUNDATION

	Notes	2026 £	2025 £
Income and endowments from:			
Donations and legacies	**3**	-	120,000
Investments	**4**	419	430
Other income	**5**	24,343	13,938
Total income		24,762	134,368
Expenditure on:			
Raising funds	**6**	1,291	490
Charitable activities	**7**	10,877	78
Other expenditure	**11**	60	55
Total expenditure		12,228	623
Net losses on investments	**12**	(5,084)	(18,050)
Net income and movement in funds		7,450	115,695
Reconciliation of funds:			
Fund balances at 6 April 2025		115,735	40
Fund balances at 5 April 2026		123,185	115,735

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

THE IAN AND BARBARA MCFARLANE FOUNDATION

BALANCE SHEET

AS AT 5 APRIL 2026

	Notes	2026 £	2026 £	2025 £	2025 £
Fixed assets					
Investments	**14**		107,342		93,054
Current assets					
Cash at bank and in hand		17,443		22,681	
Creditors: amounts falling due within one year	**15**	(1,600)		-	
Net current assets			15,843		22,681
Total assets less current liabilities			123,185		115,735
The funds of the charity					
Unrestricted funds	**16**		123,185		115,735
			123,185		115,735

The financial statements were approved by the trustees on 22 June 2026

Mr D McFarlane
Trustee

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 5 APRIL 2026

1 Accounting policies

Charity information
The Ian and Barbara McFarlane Foundation is a Charitable Incorporated Organisation.

1.1 Basis of preparation
The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a statement of cash flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1 Accounting policies (Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.8 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

6 Expenditure on raising funds

	Unrestricted funds 2026	Unrestricted funds 2025

	£	£
Investment management	1,291	490

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from donations and legacies

	Unrestricted funds 2026	Unrestricted funds 2025
	£	£
Donations and gifts	-	120,000

4 Income from investments

	Unrestricted funds 2026	Unrestricted funds 2025
	£	£
Income from listed investments	226	149
Interest receivable	193	281
	419	430

5 Other income

	Unrestricted funds 2026	Unrestricted funds 2025
	£	£
Net gain on disposal of tangible fixed assets	24,343	13,938

7 Expenditure on charitable activities

	Charitable purposes 2026	Charitable purposes 2025

	£	£
Direct costs		
Grant funding of activities (see note 8)	9,277	-
Share of support and governance costs (see note)		
Governance	1,600	78
	10,877	
		7
		8
Analysis by fund		
Unrestricted funds	10,877	78

8 Grants payable

	Charitable purposes 2026 £
Grants to institutions:	
Other	9,277

-

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

10 Employees

The average monthly number of employees during the year was:

	2026 Number	2025 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

11 Other expenditure

	Unrestricted funds 2026 £	Unrestricted funds 2025 £

Financing costs	60	55

12 Gains and losses on investments

	Unrestricted funds 2026	Unrestricted funds 2025
Gains/(losses) arising on:	£	£
Revaluation of investments	17,740	(4,216)
Sale of investments	(22,824)	(13,834)
	(5,084)	(18,050)

13 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

14 Fixed asset investments

	Listed investments £
Cost or valuation	
At 6 April 2025 & 5 April 2026	93,054
Carrying amount	
At 05 April 2026	93,054
At 05 April 2025	93,054

15 Creditors: amounts falling due within one year

	2026	2025
	£	£
Trade creditors	800	-
Accruals and deferred income	800	-

16 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	1,600	-

	At 6 April 2025	Incoming resources	Resources expended	Gains and losses	At 5 April 2026
	£	£	£	£	£
General funds	115,735	24,762	(12,228)	(5,084)	123,185

Previous year:	At 6 April 2024	Incoming resources	Resources expended	Gains and losses	At 5 April 2025
	£	£	£	£	£
General funds	40	134,368	(623)	(18,050)	115,735

17 Related party transactions

There were no disclosable related party transactions during the period.